

WEIL, GOTSHAL & MANGES LLP
767 Fifth Avenue
New York, New York 10153
Telephone: (212) 310-8000
Facsimile: (212) 310-8007
Jacqueline Marcus

Attorneys for Debtors
and Debtors in Possession

**UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK**

-----X	
	:
In re	:
	:
LEHMAN BROTHERS HOLDINGS INC., <i>et al.</i>,	:
	:
Debtors.	:
	:
-----X	

Chapter 11 Case No.
08-13555 (JMP)
(Jointly Administered)

**QUARTERLY REAL ESTATE ASSET
DISPOSITIONS AND NEW INVESTMENTS REPORTS**

Pursuant to (i) the Order Pursuant to Sections 105(a) and 363(b) of the Bankruptcy Code and Rules 6004(h) and 9019(a) of the Federal Rules of Bankruptcy Procedure Establishing Procedures to Dispose of Real Estate Assets and Modifying the Order Establishing Procedures to (I) Restructure, (II) Make New or Additional Debt or Equity Investments In, And/Or (III) Enter Into Settlements And Compromises In Connection With Existing Real Estate Investments, entered on June 17, 2010 (the “Asset Dispositions Order”), and (ii) the Amended Order Pursuant to Sections 105(a) and 363(b) of the Bankruptcy Code and Bankruptcy Rule 9019 Establishing Procedures to (I) Restructure, (II) Make New Debt Or Equity Investments In, And/Or (III) Enter Into Settlements and Compromises In Connection With Existing Real Estate Investments, entered on July 21, 2011 (the “New Investments Order,” and together with the

Asset Dispositions Order, the “Orders”)¹, the Court granted Lehman Brothers Holdings Inc. and its affiliated debtors in the above-referenced chapter 11 cases (together, the “Debtors”) authority to dispose of certain real estate assets and to modify the reporting requirements set forth in the Original Order authorizing the Debtors to make New Investments.

As required by the Orders, the Debtors hereby file the quarterly reports for the period June 1, 2011 through and including August 31, 2011 of all Real Estate Disposition Transactions entered into by the Debtors and all New Investments and Permitted Expenditures (to the extent required to be reported under the New Investments Order) made by the Debtors, which are annexed hereto, respectively, as Exhibit A and Exhibit B.

Dated: September 26, 2011
New York, New York

/s/ Jacqueline Marcus
Jacqueline Marcus

WEIL, GOTSHAL & MANGES LLP
767 Fifth Avenue
New York, New York 10153
Telephone: (212) 310-8000
Facsimile: (212) 310-8007

Attorneys for Debtors
and Debtors in Possession

¹ All capitalized terms used but not defined herein shall have the respective meanings ascribed to such terms in the Orders.

Exhibit A

**Real Estate Disposition Transactions
For the Period 6/1/2011 to 8/31/2011**

Real Estate Disposition Transactions	
Number of Real Estate Disposition Transactions from June 1, 2011 through August 31, 2011	Aggregate Estimated Recovery Amount of all Real Estate Investments subject to a Real Estate Disposition Transaction from June 1, 2011 through August 31, 2011
68	\$50,934,038.33

Real Estate Disposition Transactions Greater Than \$25 Million but Less Than \$100 Million			
	Estimated Recovery Amount	Consideration Received by the Debtors	City of Property Relating to Real Estate Investment
NONE FOR THIS QUARTER			

Exhibit B

**New Investments
For the Period 6/1/2011 to 8/31/2011**

Aggregate amount of New Investments funded by the Debtors with respect to real estate assets owned
\$0.00

New Investments Greater Than or Equal to \$1 Million				
	Range of Value of Underlying Real Estate Investment	Amount of New Investment	Type of Property To Which New Investment Relates	Type of New Investment (Debt or Equity)
NONE FOR THIS QUARTER				

Protective Advances for Non-Discretionary or Emergency Property Related Purposes			
	Range of Value of Underlying Real Estate Investment	Amount of Advance or Aggregate Amount if More Than \$10 Million	Type of Property To Which Advance Relates
	Greater than \$100,000,000	\$6,042,027.80	Lodging